

FISCAL NOTE
HB 48 - SB 39
FIRST EXTRAORDINARY SESSION

April 9, 1999

SUMMARY OF BILL: Provides that real property owned or held by a nonprofit economic development corporation is eligible for a property tax exemption to the extent that such property is held for future development and conveyed to an industrial development corporation or nonexempt owner within 8 years of the date of exemption with an option for a five year renewal. Specifies that such exemption is subject to the approval of the county governing body. Provides that exemption applications pending before the State Board of Equalization be treated as appeals for purposes of deferring accrual of penalty and interest otherwise due on delinquent property taxes.

ESTIMATED FISCAL IMPACT:

Decrease Local Govt. Revenues - Exceeds \$1,000,000 / Permissive

Estimate assumes:

- corporations in at least 20 counties will apply for and receive exemption.
- property eligible for exemption valued at over \$100,000,000.
- property assessed at 40%.
- an average combined (city and county) tax rate of \$4.50 per \$100 of assessed value.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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